

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL MEMORANDUM**

**SB 1511 – HB 1741**

April 16, 2009

**SUMMARY OF AMENDMENT (005670):** Deletes the original bill in its entirety. Expands the definition of “historic inn” as such definition applies to the licensing of facilities for on-premises consumption of alcoholic beverages. The expanded definition would include an inn in Sevier County that has been in operation since 1938, has 24 guest rooms, a dining facility seating up to 60 guests and is located within one-half mile of the Great Smoky Mountain National Park.

**FISCAL IMPACT OF ORIGINAL BILL:**

(CORRECTED)

Increase State Revenue – Not Significant

Increase State Expenditures – Not Significant

Increase Local Revenue – Not Significant

Increase Local Expenditures – Not Significant

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Unchanged from the fiscal note on the original bill.**

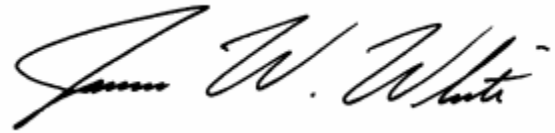
Assumptions applied to amendment:

- No additional personnel or resources will be needed by the Alcoholic Beverage Commission.
- An initial license application fee of \$300 to the State.
- An annual licensing fee of \$2,000 to the State and a local privilege tax of \$1,500 to local governments.
- Any increase in local government expenditures related to the administrative cost of collecting local privilege taxes associated with such licenses is estimated to be not significant.
- Upon licensing, the entity will be assessed state and local sales taxes on alcoholic beverage sales, 15 percent liquor-by-the-drink tax on each alcoholic beverage sold and any applicable county or city privilege tax.

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**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director

/cce